IN THE UNITED STATES DISTRICT COURT FOR THE DISTRICT OF PUERTO RICO

JOSE M. LORIE VELASCO, et al

Plaintiffs

CIVIL NO.: 1998-1867 (PG)

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KMART CORPORATION, et al.

Defendants

INFORMATIVE MOTION REGARDING STATUS REPORT OF BANKRUPTCY PROCEEDINGS

TO THE HONORABLE COURT:

COMES NOW Defendant Kmart Corporation ("Kmart"), represented by the undersigned attorneys, and respectfully informs as follows:

1. It is hereby reported that the hearing to argue plaintiff's motion to reconsider before the Bankruptcy Court has been adjourned until August 31, 2004 by agreement of the parties.

WHEREFORE, it is respectfully requested from this Honorable Court it takes notice of the above.

RESPECTFULLY SUBMITTED.

IT IS HEREBY CERTIFIED that on July 21st, 2004, I electronically filed the foregoing with the Clerk of the Court using the CM/ECF system which will send notification of such filing to the following: José Quetglas Jordán, Esq., Quetglas Law Office, P.O. Box 16606, San Juan, Puerto Rico, 00907-6606.

In San Juan, Puerto Rico, this 21st day of July 2004.

Attorneys for Defendant Kmart Corporation SÁNCHEZ BETANCES & SIFRE, P.S.C. P.O. BOX 195055 SAN JUAN, PUERTO RICO, 00919-5055 Phone: (787) 756-7880 Fax No. (787) 753-6580 mvila@sbslaw.com

s/Marta E.Vila Baez MARTA E. VILA BAEZ USDC NO. 218111

s/Gerardo De Jesus Annoni GERARDO DE JESUS ANNONI USDC NO. 212209

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